

**Southern Properties (Norwood) Limited**

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 October 2019



**Southern Properties (Norwood) Limited**

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# **Southern Properties (Norwood) Limited**

## **Company Information**

<b>Directors</b>	Mr William Ormiston Mr Paul Betts
<b>Registered office</b>	Ground Floor 19 New Road Brighton East Sussex BN1 1UF
<b>Accountants</b>	Lucraft Hodgson & Dawes LLP Ground Floor 19 New Road Brighton East Sussex BN1 1UF

## Southern Properties (Norwood) Limited

(Registration number: 06993362)

### Balance Sheet as at 31 October 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	297,782	302,549
<b>Current assets</b>			
Stocks	<u>5</u>	182,275	153,572
Debtors		250	248
Cash at bank and in hand		321	482
		<b>182,846</b>	<b>154,302</b>
<b>Creditors: Amounts falling due within one year</b>	<u>6</u>	<b>(422,068)</b>	<b>(417,778)</b>
<b>Net current liabilities</b>		<b>(239,222)</b>	<b>(263,476)</b>
<b>Total assets less current liabilities</b>		<b>58,560</b>	<b>39,073</b>
<b>Creditors: Amounts falling due after more than one year</b>	<u>6</u>	<b>(56,143)</b>	<b>(40,380)</b>
<b>Net assets/(liabilities)</b>		<b>2,417</b>	<b>(1,307)</b>
<b>Capital and reserves</b>			
Called up share capital		6	6
Profit and loss account		2,411	(1,313)
<b>Total equity</b>		<b>2,417</b>	<b>(1,307)</b>

For the financial year ending 31 October 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

#### Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 28 October 2020 and signed on its behalf by:

**Southern Properties (Norwood) Limited**

**(Registration number: 06993362)**

**Balance Sheet as at 31 October 2019**

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Mr William Ormiston  
Director

.....

Mr Paul Betts  
Director

# **Southern Properties (Norwood) Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019**

### **1 General information**

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The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Ground Floor  
19 New Road  
Brighton  
East Sussex  
BN1 1UF  
England

These financial statements were authorised for issue by the Board on 28 October 2020.

### **2 Accounting policies**

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#### *Summary of significant accounting policies and key accounting estimates*

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### *Statement of compliance*

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### *Basis of preparation*

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in Sterling, which is the functional currency of the company.

#### *Going concern*

These accounts have been prepared on a going concern basis notwithstanding the company's net liability position at the balance sheet date. The director is confident that with his continued support, the company can remain in operational existence for the foreseeable future.

#### *Revenue recognition*

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

## Southern Properties (Norwood) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### *Tangible assets*

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### *Depreciation*

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold Property	1% on cost
Fixtures and fittings	15% on reducing balance
Computer equipment	25% on reducing balance

#### *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### *Trade debtors*

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### *Stocks*

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

#### *Trade creditors*

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Southern Properties (Norwood) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### *Borrowings*

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### *Share capital*

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### **3 Staff numbers**

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The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	<b>2019 No.</b>	<b>2018 No.</b>
Administration and support	1	1
	1	1

## Southern Properties (Norwood) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### 4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
<b>Cost or valuation</b>			
At 1 November 2018	321,157	44,826	365,983
<b>At 31 October 2019</b>	321,157	44,826	365,983
<b>Depreciation</b>			
At 1 November 2018	28,901	34,533	63,434
Charge for the year	3,212	1,555	4,767
<b>At 31 October 2019</b>	32,113	36,088	68,201
<b>Carrying amount</b>			
<b>At 31 October 2019</b>	289,044	8,738	297,782
At 31 October 2018	292,256	10,293	302,549

Included within the net book value of land and buildings above is £289,044 (2018 - £292,256) in respect of freehold land and buildings.

#### 5 Stocks

	2019 £	2018 £
Work in progress	182,275	153,572

# Southern Properties (Norwood) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

### 6 Creditors

#### Creditors: amounts falling due within one year

	Note	2019 £	2018 £
<b>Due within one year</b>			
Loans and borrowings	<u>7</u>	395,779	399,799
Trade creditors		1,093	1,416
Social security and other taxes		13,256	13,099
Other payables		10,581	2,105
Accrued expenses		1,180	1,180
Corporation tax liability		179	179
		<b>422,068</b>	<b>417,778</b>

#### Due after one year

Loans and borrowings	<u>7</u>	56,143	40,380
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#### Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
<b>Due after one year</b>			
Loans and borrowings	<u>7</u>	56,143	40,380

### 7 Loans and borrowings

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Other borrowings	56,143	40,380
	2019 £	2018 £
<b>Current loans and borrowings</b>		
Other borrowings	395,779	399,799

## Southern Properties (Norwood) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### 8 Related party transactions

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##### *Summary of transactions with other related parties*

##### *Loans from related parties*

	Key management £
<b>2019</b>	
At start of period	303,937
Advanced	100,000
Repaid	(8,158)
<hr/>	
<b>At end of period</b>	<b>395,779</b>

	Key management £	Total £
<b>2018</b>		
At start of period	399,798	399,798
Repaid	(95,861)	(95,861)
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At end of period	303,937	303,937

##### *Terms of loans from related parties*

During the year the directors made funds available to the company to assist with the provision of working capital. The loan was interest free, unsecured, and repayable on demand.

19 New Road

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the Companies Act 2006.